2011 DRAFTING REQUEST

Senate Amendment (SA-SB492)

Received: 03/05/2012 Wanted: As time permits For: Julie Lassa (608) 266-3123				Received By: chanaman Companion to LRB: By/Representing: Mark Knickelbine								
							May Contact: Subject: State Govt - procurement			Drafter: chanaman		
											Addl. Drafters:	
			Extra Copies:									
Submit via email: YES												
Requester's email:	Sen.Lassa@	egis.wisco	nsin.gov									
Carbon copy (CC:) to:												
Pre Topic:					mam promover and representations of the control of							
No specific pre topic giv	en en											
Topic:												
Add preference for Wisc	consin-based bu	usinesses in s	state procure	ement								
Instructions:												
See attached												
Drafting History:												
Vers. Drafted	Reviewed	<u>Typed</u>	Proofed	Submitted	<u>Jacketed</u>	Required						
/? chanaman 03/05/2012	jdyer 03/06/2012											
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See attached

Instructions:

Drafting History:

Vers.

Drafted

Reviewed Ty

Add preference for Wisconsin-based businesses in state procurement

Proofed

Submitted

Jacketed

Required

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chanaman

FE Sent For:

<END>



State of Misconsin 2011 - 2012 LEGISLATURE



PRELIMINARY DRAFT - NOT READY FOR INTRODUCTION

SENATE AMENDMENT,

TO 2011 SENATE BILL 492

At the locations indicated, amend the bill as follows:

1. Page 1, line 4: after "contracts" insert "and".

2. Page 4, line 1: before that line insert:

3. Page 4, line 1: delete "Section 1" and substitute "Section 1r".

4. Page 23, line 6: after that line insert:

6 (END)



State of Misconsin 2011 - 2012 LEGISLATURE



2011 SENATE BILL 303

November 22, 2011 – Introduced by Senators Lassa, Holperin, Hansen, Wirch, C. Larson and Carpenter, cosponsored by Representatives Pope-Roberts, Molepske Jr, Vruwink, Clark, Zepnick, C. Taylor, Danou, Wynn, Pocan, Hebl, Turner, Berceau, Bernard Schaber, Fields, Roys, Sinicki, Mason and Ringhand. Referred to Committee on Judiciary, Utilities, Commerce, and Government Operations.

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AN ACT to repeal 16.75 (1) (a) 2.; to amend 16.75 (1) (a) 1., 16.754 (2) and 16.754

(3) (intro.); and to create 16.75 (4m) of the statutes; relating to: creating a

preference in state procurement for Wisconsin-based businesses.

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Analysis by the Legislative Reference Bureau

Current law generally requires that state agencies or other authorized state purchasing agents award orders and contracts for materials, supplies, equipment, and contractual services to the entity that provides the lowest responsible bid or most advantageous competitive proposal. Current law contains several exceptions to this requirement. One exception is a preference for Wisconsin producers, distributors, suppliers, and retailers over any out–of–state vendor that is domiciled in a jurisdiction that grants a preference to vendors domiciled in that jurisdiction. This bill deletes this exception and, instead, requires state agencies and other purchasing agents to maximize the awards given to businesses that have at least 50 percent of their operations in Wisconsin or that plan to have at least 50 percent of their operations in Wisconsin in the next year. To accomplish this goal, the state agency or purchasing agent may purchase materials, supplies, equipment, and contractual services from any such business that submits a bid or proposal that is no more than 5 percent higher than the apparent low bid or most advantageous proposal.

SENATE BILL 303

For further information see the *state* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

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SECTION 1. 16.75 (1) (a) 1. of the statutes is amended to read:

16.75 **(1)** (a) 1. All orders awarded or contracts made by the department for all materials, supplies, equipment, and contractual services to be provided to any agency, except as otherwise provided in par. (c) and subs. (2), (2g), (2m), (3m), (3t), (4m), (6), (7), (8), (9), (10e), and (10m) and ss. 16.705 (1r), 16.73 (4) (a), 16.751, 16.754, 16.964 (8), 50.05 (7) (f), 153.05 (2m) (a), and 287.15 (7), shall be awarded to the lowest responsible bidder, taking into consideration life cycle cost estimates under sub. (1m), when appropriate, the location of the agency, the quantities of the articles to be supplied, their conformity with the specifications, and the purposes for which they are required and the date of delivery.

SECTION 2. 16.75 (1) (a) 2. of the statutes is repealed.

SECTION 3. 16.75 (4m) of the statutes is created to read:

16.75 **(4m)** (a) In this subsection, "Wisconsin business" means a business that has at least 50 percent of its operations in Wisconsin or that plans to have at least 50 percent of its operations in Wisconsin by the end of the year following the solicitation of the bid or proposal.

- (b) 1. The department and any agency making purchases under s. 16.74 shall attempt to maximize the amount paid under this subchapter in each fiscal year to Wisconsin businesses.
- 2. Except as provided under sub. (7), the department and any agency making purchases under s. 16.74 may purchase materials, supplies, equipment, and

SECTION 3

SENATE BILL 303

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contractual services from any Wisconsin business submitting a qualified responsible competitive bid that is no more than 5 percent higher than the apparent low bid or submitting a competitive proposal that is no more than 5 percent higher than the most advantageous proposal.

SECTION 4. 16.754 (2) of the statutes is amended to read:

16.754 (2) Purchase preference. Notwithstanding s. 16.75 (1) (a) 2., (2), (2m), and (6), when all other factors are substantially equal the state shall purchase materials which are manufactured to the greatest extent in the United States.

SECTION \$. 16.754 (3) (intro.) of the statutes is amended to read:

16.754 (3) EXEMPTIONS. (intro.) Subsection (2) does not apply if the materials are purchased for the purpose of commercial resale or for the purpose of use in the production of goods for commercial sale. Subsection (2) does not apply to the purchase of stationery and printing materials. Subsection (2) does not apply if the department determines, under s. 16.75 (1) (a) 2., that the foreign nation or subdivision thereof in which the vendor is domiciled does not give preference to vendors domiciled in that nation or subdivision in making governmental purchases. Subsection (2) does not apply if the department or other person having contracting authority in respect to the purchase determines that:

SECTION 6. Initial applicability.

(end ins 1-

(1) The treatment of section 16.75 (4m) of the statutes first applies to bids or

proposals solicited on the effective date of this subsection.

(end ins 1-6) (END)

STATE PROCUREMENT.

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